GOVERNMENT OF INDIA
URBAN DEVELOPMENT AND POVERTY ALLEVATION
LOK SABHA

STARRED QUESTION NO:202
ANSWERED ON:03.12.2002
INVESTMENTS BY HUDCO IN DEFAULTING COMPANIES
JAGMEET SINGH BRAR;PRABODH PANDA

Will the Minister of URBAN DEVELOPMENT AND POVERTY ALLEVATION be pleased to state:

(a) whether attention of the Government has been drawn to the news-item appearing in the Economic Times dated October 10, 2002, regarding the sticky loans advanced by HUDCO;

(b) if so, the facts of the matter reported therein and the reaction of the Government thereto;

(c) whether the matter has been investigated;

(d) if so, the outcome thereof;

(e) the details of companies/corporations in which HUDCO has made substantial investment or have advanced loans/financial assistance during the last three years, year-wise and State-wise;

(f) whether it is a fact that some of the companies in which HUDCO has made investment or to whom HUDCO has advanced loan/financial assistance have very doubtful repayment position; (g) if so, the details of the companies/corporations/single entities who have defaulted in repayment of loan amount and interest thereon during the last three years; and (h) the corrective measures taken by the Union Government to get back its dues immediately from these companies/corporations?

Answer

MINISTER OF URBAN DEVELOPMENT & POVERTY ALLEVIATION (SHRI ANANTH KUMAR)

(a)to(h): A Statement is laid on the Table of the Sabha.

STATEMENT REFERRED TO IN REPLY TO LOK SABHA STARRED QUESTION NO.202 FOR 3.12.2002 REGARDING INVESTMENTS BY HUDCO IN DEFAULTING COMPANIES.

(a): Yes, Sir.

(b)to(d): This is being examined.

(e)to(g): Details of investment made by HUDCO in bonds/debentures and interest earned thereon during the last three years are given at Annexure I. Details of agencies which have drawn substantial loans from HUDCO during the last three years and the agencies which have defaulted are listed at annexure II.

(h): HUDCO is following up with the defaulting agencies as well as the concerned defaulting State Governments, filing the suits in the event of persistent defaults & devising One Time Settlement (OTS) package on case-to-case basis.

ANNEXURE-I

Details of Investment made by HUDCO during the last three years

Sl. No.	Name of the Company	Date of Investment/ Allotment	Amount (Rs.in crore)	Period (in years)	Interest upto 31.3.2002 (Rs. in crore)	Default, if any
1.	Tamil Nadu Infrastructure Development Corporation (TIDCO)	31.7.2000	10	7	2.58	No

2.	Karnataka Renewable Energy Development Limited (KREDL)	01.01.2000	194.02	10	50.25	No
3.	Tapi Irrigation Development Corporation (TIDC)	05.10.2002	175	5	Recently Invested	No
4.	Gujarat Electricity Board (GEB)	31.10.2002	250	10	Recently Invested	No
	Total	629.02				

ANNEXURE-II

STATE-WISE/AGENCY-WISE DETAILS OF SCHEMES WHERE SUBSTANTIAL LOANS HAVE BEEN RELEASED (Rs.10(CRORES AND ABOVE) FROM 01-04-1999 TO 31.10.2002.

(Rs.in Lakhs)

Sl. NO.	STATE/SCHEME NAME	AGENCY	LOAN RELEASED	DEFAULT YES/NO
	ANDHRA PRADESH			
1.	LINE OF CREDIT FOR ACQUISITION OF LAND FOR AIR,HYDERABAD	AP IND INFRA. CORPN.LTD	12700.00	NO
2.	SPORTS INFRA.FOR NATIONAL GAMES, HYDERABAD	SPORTS AUTH.OF AP	10252.00	YES
	GUJARAT			
1.	LINE OF CREDIT SCH. FOR BULK WATER TRANSMISSION, URBAN AREAS	GUJARAT STATE DRINKING WATER INFRA.COM.	15500.00	NO
2.	BULK WATER TRANSMISSION PIPE-LINE RAJKOT,JAMNAGAR,URBAN AREAS	GUJARAT WATER SUPPLY SEWERAGE BOARD	27300.00	NO
3.	MALIYA-BHACHAU BULK WATER TRANSMISSION PIPELINE,KUTCH BOARD	GUJARAT WATER SUPPLY SEWERAGE	10000.00	YES
4.	LINE OF CREDIT SCH.FOR DR-INKING WATER SUPPLY,URBAN AREAS	NARMADA WATER RESOURCES & WATER SUPPLY	35000.00	NO
	HARYANA			

1. IMPROVEMENT/UPGRADATION OF STATE HIGHWAYS,URBAN AREAS	HARYANA STATE ROAD & BRIDGES DEV.CO-OP	13820.00	NO

KARNATAKA

1. LINE OF CREDIT FOR RURAL HABITAT IMP.PROJECT P. RURAL AREAS	KARNATAKA LAND ARMY CORPN.LTD.	11000.00	NO
2. LINE OF CREDIT FOR ROAD DEV. PROJECT, URBAN AREAS	KARNATAKA ROAD DEV. CORPN. LTD.	15000.00	NO
3. LINE OF CREDIT SCH.FOR ACQUISITION OF LAND,BANGALORE CORPN.	M/S KARNATAKA STATE INDS.INVE.& DEV.	15000.00	YES
4. LINE OF CREDIT (PH.II) FOR URBAN LOCAL BODIES, URBAN AREAS	KARNATAKA URBAN WATER SUPPLY & DRAINAGE BOARD	10000.00	YES

MAHARASHTRA

1. RURAL WATER SUPPLY SCHEME IN MAHARASHTRA,RURAL AREAS	MAHARASHTRA WATER SUPPLY SEWERAGE BOARD	13970.00	NO

ORISSA

1. EWS RURAL HS. IN AREAS AFFECTED BY SUPER CYCLONE, RURAL AREAS	ORISSA RURAL HSG. & DEV.CORPN. LTD.	10500.00	YES

RAJASTHAN

1. LINE OF CREDIT FOR UPGRADATION OF INFRAS., JODHPUR	RAJASTHAN RAJYA VIDYUT PRASARAN NIGAM	10000.00	NO
2. SHORT TERM WORKING CAPITAL LOAN INFRAS.,URBAN AREAS	RAJASTHAN STATE ELECTRICITY BOARD	20000.00	NO

TAMIL NADU

1. PROVISION OF PIPED WATER SUPPLY IN URBAN AREAS	MUNICIPAL ADMN.& WATER SUPPLY	11307.78	YES
2. LINE OF CREDIT CONST.TO PUBLIC WORKS DEPTT.,URBAN AREAS	PWD,GOVT. OF TAMIL NADU	14000.00	NO
3. LINE OF CREDIT LOAN TO 2653 HABITATIONS,URBAN AREAS	TAMIL NADU WATER SUPPLY & DRAINAGE BOARD	10000.00	NO
4. LINE OF CREDIT PH-III	TAMIL NADU WATER	15500.00	NO

PROVISION OF WATER SUPPLY, URBAN AREAS	SUPPLY & DRAINAGE BOARD		
5. LINE OF CREDIT PH-IV PROVISION OF WATER SUPPLY, URBAN AREAS	TAMIL NADU WATER SUPPLY & DRAINAGE BOARD	14500.00	NO
WEST BENGAL			
1. LINE OF CREDIT FOR REPAIR/ RECONST.OF ROADS,BRI,URBAN	WEST BENGAL INF. DEV.FIN.CORPN.LTD.	11994.00	YES
2. LINE OF CREDIT FOR THE FLOOD AFFECTED,URBAN AREAS	WEST BENGAL INF. DEV.FIN.CORPN.LTD.	50193.92	YES
3. LINE OF CREDIT IMPROVEMENT AND STRENGTHENING OF,URBAN AREAS.	WEST BENGAL INF. DEV.FIN.CORPN.LTD.	13692.00	YES